STAT

NEW YORK TIMES MAGAZINE 14 June 1981

By Seymour M. Hersh

ive years ago, two former operatives of the United States Central Intelligence Agency — Edwin P. Wilsonand Frank E. Terpil - made a business deal with Col. Muammar el-Qaddafi, the ruler of Libya. In essence,

the former C.I.A. men, who had become partners in an export-import business, agreed to sell Colonel Qaddafi their accumulated years of American intelligence-agency contacts, experience and expertise. Theirs was a product that could not be purchased on the open market. The colonel, who boasts of supporting terrorism in the Middle East, Europe and Africa and who has been attempting to set up his own new federation of Arab and Moslem states, was willing - and able, because of his vast oil wealth - to pay dearly.

As a result, the two Americans, according to Federal investigators, have made millions of dollars aiding Qaddafi in his drive to export terrorism and build his own Middle Eastern power .-Under cover of their export-import business, Wilson and Terpil are said to have helped Libya set up a manufacturing plant for the production of assassination weapons; to have themselves helped Qaddafi plan political assassinations; to have recruited dozens of former Green Berets to teach Libyan soldiers and Arab terrorists how to handle volatile explosives — how, for example, to turn ashtrays into weapons of terror; to have illegally shipped arms explosives to Libya with the aid of forged and fraudulent State Department export

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Kevin Mulcahy has now decide tell his story publicly for the first t He's tired of waiting for this segme his life to end. He wants to be li again in the telephone directory, to a driver's license in his own nam vote, to own property; to stop livin if he -- and not Wilson and Terpil been indicted for wrongdoing. He he is forced now, in effect, to give testimony in the pages of The New Times. The essentials of his acc have been verified where posthrough secret documents and in it views with key members of the Department, the Justice Departm the F.B.I., the United States Attorn office in Washington, as well as Stansfield Turner, the former hea Central Intelligence, and other C.I.A. officials.

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